## SENATE BILL 3693

## By Marrero

AN ACT to amend Tennessee Code Annotated, Title 57, relative to discounts which may be offered by licensees selling alcoholic beverages.

## BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 57-3-406(b), is amended by deleting the subsection in its entirety and by substituting instead the following language:

(b) Nothing in this chapter shall prohibit a retailer from offering a discount in such manner as the retailer deems appropriate as long as all taxes which are due and payable are paid on the full price of the product prior to the discount being offered and as long as the sale of the alcoholic beverage is not below the cost paid by the retailer to purchase the alcoholic beverages from the wholesaler.

SECTION 2. Tennessee Code Annotated, Section 57-4-203, is amended by adding the following language as a new, appropriately designated subsection:

( ) Nothing in this chapter shall prohibit a licensee from offering a discount in such manner as the licensee deems appropriate as long as all taxes which are due and payable are paid on the full price of the product prior to the discount being offered and as long as the final sale of the alcoholic beverage is not below the cost paid by the licensee to purchase the alcoholic beverages from the retailer.

SECTION 3. This act shall take effect upon becoming a law, the public welfare requiring

it.